

EXHIBIT L

COST OF DEBT AND CAPITALIZATION RATIOS

**Combined Application of South Carolina Electric & Gas Company for a
Certificate of Environmental Compatibility and Public Convenience and
Necessity and for a Base Load Review Order
Public Service Commission Docket No. 2008-196-E**

1. INTRODUCTION

This **Exhibit L** provides the current capitalization ratios and weighted average cost of debt and equity capital for SCE&G used in calculating the revenue requirements associated with investment in the two Westinghouse AP1000 Advanced Passive Safety Power Plant units proposed for construction as V. C. Summer Nuclear Station Units 2 & 3.*

Capitalization Ratios and Cost of Capital

**SOUTH CAROLINA ELECTRIC & GAS COMPANY / S.C. FUEL COMPANY
REGULATORY CAPITALIZATION RATIOS FOR ELECTRIC OPERATIONS
As of December 31, 2007 – Adjusted**

	<u>AMOUNT</u>	<u>RATIO</u>	<u>EMBEDDED COSTS</u>	<u>WEIGHTED AVERAGE COST OF CAPITAL</u>	<u>GROSS OF TAX</u>
Long-Term Debt	\$2,211,488,400	44.68%	6.22%	2.78%	2.78%
Preferred Stock	\$ 114,158,800	2.31%	6.42%	0.15%	0.24%
Common Equity	<u>\$2,623,463,867</u>	<u>53.01%</u>	11.00%	<u>5.83%</u>	<u>9.49%</u>
Total Capitalization	<u>\$4,949,111,067</u>	<u>100.00%</u>		<u>8.76%</u>	<u>12.51%</u>

* December 2007 actual adjusted for actual and planned debt issuances in 2008:

January 2008	\$250,000,000	First Mortgage Bonds
June 2008 - projected	\$100,000,000	First Mortgage Bonds
August 2008 - projected	\$40,000,000	Pollution Control Bonds